	Case 22-10459-nmc Doc 89 Entered 0	4/18/22 08:55:02 Page 1 of 18	
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10	UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF NEVADA		
11 12	In re	Case No: 22-10459-NMC	
13	NTI-CA INC.	Chapter 11	
14	Debtor.	SUPPLEMENTAL DECLARATION OF RYAN J. WORKS IN SUPPORT OF	
15 16		MOTION TO ENFORCE STIPULATION RE RESOLUTION OF HEARINGS SCHEDULED FOR APRIL 6, 2022 [ECF NO.	
17		45 Hearing Date: OST REQUESTED	
18		Haring Time: OST REQUESTED	
19			
20	I, RYAN J. WORKS, ESQ., declare under penalty of perjury:		
21	1. I make this supplemental declaration in addition to, and in support of, the <i>Motion i</i>		
22	Enforce Stipulation Re Resolution of Hearings Scheduled for April 6, 2022 [ECF No.'s 77, 86].		
23	2. Attached hereto is a true and accurate copy of the transcript of the hearing/statu		
24	conference commenced on April 5, 2022 at 9:15 a.m. (the "Transcript")		
25	3. I received a copy of this Transcript on Friday, April 15, 2022 at 8:09 p.m. ar		
26	reviewed the Transcript over the weekend of April 16-17, 2022.		
27	4. The Transcript provides further proof of the stipulations of the parties set forth on the		
28	record, in front of this Court, on April 5, 2022.		

Dated this 18th day of April, 2022.

EXHIBIT 1

EXHIBIT 1

UNITED STATES BANKRUPTCY COURT DISTRICT OF NEVADA (LAS VEGAS)

IN RE: . Case No. 22-10459-nmc

Chapter 11

NTI-CA INC.,

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.

Debtor.

JOHN KINDT, Individually and . Adv. No. 22-01041-nmc

Derivatively on Behalf of Nevada Transportation, Inc., et al.,

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Plaintiffs,

.

v. 300 Las Vegas Blvd. South

. Las Vegas, NV 89101

JAMES GLEICH, et al.,

. Tuesday, April 5, 2022

Defendants. . 9:15 a.m.

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TRANSCRIPT OF MOTION TO COMPEL JOHN KINDT'S STATUS REPORT CONCERNING DISCOVERY DISPUTE AND MOTION TO COMPEL DEPOSITION OF T.J. PANTALEO AND PRODUCTION OF DOCUMENTS AND FILES FILED BY RYAN J. WORKS ON BEHALF OF JOHN KINDT, INDIVIDUALLY AND DERIVATIVELY ON BEHALF OF NEVADA TRANSPORTATION, INC. [32];

BEFORE THE HONORABLE NATALIE M. COX UNITED STATES BANKRUPTCY COURT JUDGE

APPEARANCES CONTINUED.

Audio Operator: Benji Rawling, ECR

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Las Vegas, NV 89117

(702) 471-0065

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         (Proceedings commence at 9:15 a.m.)
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              THE COURTROOM DEPUTY: -- calendar in the matter of
 3
    Kindt v. Gleich, et al., Adversary Number 22-1041. May we have
 4
    appearances, please.
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              MR. WORKS: Good morning, Your Honor. This is Ryan
    Works, McDonald Carano, appearing as bankruptcy counsel on
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 7
    behalf of Mr. Kindt, who I believe is joining us
    telephonically, as well as my co counsel and lead litigation
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 9
    counsel in the adversary, Mr. Jim Whitmire. And thank you for
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    having us on shortened time, Your Honor.
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              MR. WHITMIRE: Morning, Your Honor. Jim Whitmire
12
    here.
13
              MR. KINDT: Morning, Your Honor. John Kindt.
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              MR. WINTERTON: David Winterton on behalf of the
15
    debtors.
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              THE COURT: All right. Good morning to everybody. I
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    did set this on very shortened time. Are we expecting anybody
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    else on the call (audio interference)?
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              MR. JOHNSON: Morning, Your Honor. This is Matt
    Johnson on behalf of Jim Gleich (audio interference) Jacobi.
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              THE COURT: Okay. Thank you. And then, do we have
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    anybody else that wants to make an appearance? I think we have
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    some pro se parties, or at least one more pro se party. Does
24
    anybody else want to make an appearance? All right. I don't
25
    hear anyone.
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1 Mr. Works, you've requested this hearing. Why don't 2 you let me know what is going on? 3 MR. WORKS: Thank you, Your Honor. And I'd like to 4 take this opportunity to maybe update the Court on what was 5 accomplished last week. This Court's order was satisfied by completion of the discovery period that we were able to 6 7 accomplish by April 1st, and I think we learned a lot during 8 that discovery period over the weekend. Mr. Johnson and I took 9 the opportunity to have some real deep discussions about what 10 makes a lot of sense in my mind, Mr. Kindt's mind, 11 Mr. Whitmire's mind, and I think everybody on the phone. 12 We were obviously scheduled today on a discovery 13 dispute because we wanted to make sure that we dotted our I's 14 and crossed our T's to depose a witness who wasn't showing up, 15 but I think we can probably put that on ice for a moment while 16 I ask the Court's indulgence to sort of read off where I think 17 a stipulated order that we've drafted may come before Your 18 Honor to resolve everything for tomorrow's hearings. And I'll 19 just take them in order of appearance from Your Honor's order, 20 if that's okay. 21 So first, Your Honor, we will -- I think we've 22 resolved the major issue of the stock ownership. Mr. Kindt 23 will be recognized as a 45-percent shareholder in the 24 enterprise that is the parent company of the subsidiary 25 entities. He will get his job back and continue to run/manage

the day-to-day operations of NTI-CA, and we will work with debtor's counsel, Mr. Johnson, to appropriately modify the schedules and statement of financial affairs to reflect that.

And in doing so, we will dismiss -- or not dismiss, withdraw or ask your honor to deny it and moot our motion to dismiss these Chapter 11 cases while we work towards what I hope to be a consensual plan of reorganization that would make sense for all the interested parties.

We are further stipulating that the motion to dismiss the adversary case would be withdrawn as -- withdrawn at this time without prejudice.

The motion to employ counsel, we're going to ask the Court to continue it two weeks while we work on resolving the issues that are presented in that particular application. One of the ideas that's being floated is that we would sort of divide and conquer on behalf of these several entities because they do perhaps have disqualifying conflicts amongst them.

Perhaps Mr. Johnson, myself, Mr. Winterton could present something in two weeks if the Court has time on its calendar, but we would ask that that motion also be taken off.

The two things that I really was unsure of but I have also included in our stipulation are that the two orders to show cause that Your Honor has put on the docket would be either withdrawn or satisfied or we would continue those deadlines out for further briefing if Your Honor had issues.

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And then finally, with respect to the injunction orders, the TRO and those orders, they would remain in effect. However, the contempt would be withdrawn, the action. The OST on the contempt and so forth would be withdrawn. So I believe that would -- if this stipulation that I've circulated to all the parties becomes acceptable and signed and submitted, I believe that that would allow for vacating tomorrow's April 6th hearings on all these matters. Now, I should say, I haven't seen responses back from Mr. Winterton and Mr. Johnson. So if I've said anything that is disputed, I would obviously offer them the opportunity to correct me where I went wrong, but that, I think, gets rid of some of these threshold issues, Your Honor, as Mr. Kindt is recognized as a 45-percent shareholder and would then ratify these bankruptcy filings by putting on the docket an appropriate resolution. And again, this would be the clearest and cleanest path towards proposing a plan of reorganization so we can exit Chapter 11 hopefully soon. And then, I thought of something else, Your Honor. think -- I would also offer to file a joint motion to consolidate these four cases by the end of this week. I'll take the laboring on that if somebody objects, but I think it would make a lot of sense and help our confusion amongst the

filings in these cases to dissipate.

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I'll take a breath, Your Honor, if you have any questions, concerns, thoughts. I know Mr. Whitmire, I think, wanted to have some comments here after me, and then Mr. Winterton and Mr. Johnson can go next. MR. WHITMIRE: Good morning, Your Honor. Whitmire. Extremely brief. I think Mr. Works covered everything. The overarching concept here, I think, is to hit the pause button on a very complicated case that we're chipping away at and trying to reach an endgame here. The only minor asterisk on what Mr. Works said is on the orders to show cause on the contempt issue, it would be withdrawn without prejudice. All of this is without waiver of rights and so forth. But I think that Mr. Works and Mr. Johnson had productive conversations over the weekend, and we're trying to reach a foreseeable endgame to all of this fighting. So we're working hard. Last week was an incredible amount of effort by everyone, and we're chipping away. We're making progress. MR. WINTERTON: David Winterton on behalf of the debtor. Your Honor, I agree that all of us have been working hard to be able to try to get this worked out and see what we can do. As per the settlement, it's very close to what we have. There's just a few things that haven't quite been

totally worked out. There are some issues that need to be resolved. For example, all leases, there has to be a motion to assume or reject within -- by the 10th. So we're going to be going ahead and signing those motions so that we can stay in compliance with the bankruptcy court.

We also are under time restraints in regards to these are small businesses, and I believe they're Subchapter V. So as a result, we will be asking for a motion to extend the time to make sure that we're in compliance with the Subchapter V requirements. And those are just some of the bankruptcy issues that need to be resolved because of the issues that have been going on.

The ultimate endgame that we're looking for is we're probably going to be dividing up the entities. And as we divide up the entities, there's preliminary work that Mr. Works would take over with the entities that Mr. Kindt gets, and I would be remaining with the entity or entities that my client works -- or my client maintains at this point in time.

And so the other issue that -- well, I'm not even going to talk about the other issue because it's really small, and we just got the order at four o'clock and we weren't talking about this stipulation this morning. I think we can finish out the stipulation and have it to the Court by the time we have the hearing set for tomorrow. We're that close to

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having the wording down and having that done. So with that
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    being said, that's kind of a status of where we're at.
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              MR. JOHNSON: And I guess this is Matt Johnson, I'll
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    go last.
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              I think that we do have an agreement in concept. We
    did receive, last night, the proposed stipulation that we're
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    working on that wording. We were on the phone with our clients
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    this morning, going through that. And I think that, you know,
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    some of the language in there we don't agree with, and we're
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    going to need to try to do that today and tomorrow. Maybe what
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    the best thing to do is continue this hearing that we have
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    right now to tomorrow at the time that we had scheduled for the
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    evidentiary hearing. Obviously, we are not intending on moving
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    forward with the evidentiary hearing tomorrow. We're trying to
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    work through these things. But essentially, it would put
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    everything on hold while we try to work through the decision of
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    these entities and putting things back. Number one, Mr. Gleich
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    can maintain something in bankruptcy, and number two, they can
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    go their separate ways, as well, because ultimately (audio
20
    interference) -- standpoint. I think, Your Honor, that (audio
21
    interference) --
22
              Hello? This is Mr. Johnson. I'm done. I'm not sure
23
    if anybody else -- hello? Hello? Hello?
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              UNIDENTIFIED: I'm still here.
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              MR. JOHNSON: Okay. All right.
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1 UNIDENTIFIED: Your Honor? 2 MR. JOHNSON: I'm not sure the judge is here. 3 UNIDENTIFIED: How about Ms. Rawlings [sic]? 4 THE COURTROOM DEPUTY: I'm here. This is Benji 5 Rawling. Let me see if Judge is on the other phone. Judge, can you hear us? 6 7 THE COURT: I can hear you, but you can't hear me. 8 THE COURTROOM DEPUTY: We can hear you now, Your Honor. I'm sorry. 9 10 UNIDENTIFIED: Oh, okay. 11 THE COURT: Oh, okay. Yeah, I wasn't on mute, 12 actually. That was the (indiscernible). But I did hear 13 everyone. I never lost the ability to hear. So I heard 14 Mr. Johnson, I heard you speak. And I was asking, but then I 15 don't think anybody heard me, whether there's anybody else that 16 wants to be heard. 17 (No audible response) 18 THE COURT: All right. Then, Mr. Works, what do you 19 suggest, or what are you proposing with respect to tomorrow's 20 hearing then? Is it at a point where we can go ahead and take 21 those off calendar subject to the parties agreeing to a 22 stipulation. I suppose if you don't, resetting those. Or do 23 you want to keep them on as a placeholder, maybe incentive to 24 get the stipulation signed? How do you want to handle it?

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MR. WORKS: I think it makes sense to take them off
calendar. We've got some deadlines today, and -- that I'd like
to make sure are vacated so that we don't run afoul of Your
Honor's order. I believe we could use it as a status, if I
heard Mr. Johnson correctly, maybe to use maybe a brief period
of the time you've set aside to say, Judge, we're all the way
here, but we've got this one little issue, can you help us
resolve it? But I don't think that that's going to be
necessary. I think we've really come to a point where the
wording of this, I don't think is going to get in the way of
the status. So unless somebody disagrees with me, I think the
evidentiary hearing should be vacated and all the deadlines
associated with it and just use it as a status, and we can take
it off the second that the stipulation is on file.
         MR. JOHNSON: Mr. Johnson. I would agree with --
         THE COURT: All right. I'm sorry, can you state your
appearance, the last counsel who spoke.
         MR. JOHNSON: It's Matt Johnson, and I would agree
with Mr. Works on that.
         THE COURT: All right, thank you.
         MR. WINTERTON: David Winterton --
         THE COURT: But Mr. --
         MR. WINTERTON: -- on behalf of the debtor. I would
also agree.
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THE COURT: All right. Well, we'll -- I
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    will go ahead and take those matters off calendar. If the
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    parties need to -- that opens up my Wednesday. If there is a
    need for a hearing, the parties just can contact my chambers
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    and we can set up a quick hearing tomorrow. I'm going to take
    every -- go ahead and just take those all off calendar.
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 7
              With respect to the Court's orders to show cause, I'm
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    not sure that was ever got docketed. So we'll take a look at
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    that on our end and determine whether -- what makes more sense,
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    to either continue those or to or to withdraw them at the
11
    moment. But we'll have to work out, first, making sure that
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    they were actually on the docket or why they weren't. So
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    that's on the Court's end of things.
14
              Now, how does that affect the discovery disputes,
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    Mr. Works?
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              MR. WORKS: I believe the discovery disputes can be
17
    vacated this morning in light of this resolution with just a
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    reservation of all rights. I mean, we don't need to take this
19
    forward any further today. And hopefully, that'll resolve
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    itself through this process.
21
              THE COURT: All right. Does anybody else want to be
22
    heard on that matter?
23
         (No audible response)
24
              THE COURT: All right. Well, then we will -- I will
25
    go ahead and vacate this hearing and -- or, I guess, you know,
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consider it withdrawn at this point. It can always be without
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    prejudice. So all right. Is there anything else that we need
    to discuss before we can conclude this hearing?
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              MR. WINTERTON: Your Honor, I just had a quick
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    housekeeping question. Can we continue the hearing on the
    motion to employ? I think two weeks or just something around
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 7
    that time. I think that's enough time for us to solve the
    problem of who is going to be representing who.
 8
              THE COURT: Okay. I'm sorry. Ms. Rawling, can you
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10
    give us a date that's around the two-week mark.
              THE COURTROOM DEPUTY: Your Honor, do we want to set
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    it on the law in motion calendar or a session time?
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              THE COURT: Mr. Works, are you anticipating that's
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    going to be hotly contested?
15
              MR. WORKS: No.
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              MR. WINTERTON: No.
17
              THE COURT: Go ahead, Mr. Winterton.
              MR. WINTERTON: In fact, (indiscernible) what he --
18
19
    yes, David Winterton. What he may do is he'll be standing in
20
    for some of the entity, so I'm not sure if we need to do -- if
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    you'll need to do a full application before the Court to make
22
    sure you're properly -- we could do a substitution, but I just
23
    want to make sure that you're properly employed.
24
              MR. WORKS: I -- and I'm not quite there yet actually
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    (indiscernible) client. I don't know that -- you know, we just
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need to -- we need to sort that out, so I think two weeks is
 2
    fine. If we do have another motion, I will just ask for an OST
 3
    on that same date. So whatever date we get, Your Honor, we'll
    try to use it efficiently.
              THE COURTROOM DEPUTY: Two weeks --
 5
 6
              MR. WORKS: That will work, yes.
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              THE COURTROOM DEPUTY: I'm sorry. So two weeks, I
 8
    have as April 19 at 9:30.
 9
              MR. WINTERTON: That works for me.
10
              MR. WORKS: Me, too. Oh, wait. Let's see, I may be
11
    -- I'll check my calendar. Daughter graduating from college,
12
    and I want to make sure I'm there.
13
              THE COURT: Well, congratulations.
14
              MR. WORKS: That will work. Thank you. Yes, that
    will work. That will work for me.
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16
              MR. JOHNSON: This is Matt Johnson. It does not
17
    work, but I don't think it affects me, so I think we're okay.
18
              THE COURT: All right. Thank you, Mr. Johnson.
19
              All right. Then, we'll go ahead and continue the
20
    employment application to April 19 at 9:30. All right.
21
              MR. WORKS: Thank you, Your Honor. Thanks for the
22
    time, and we'll see you then.
23
              UNIDENTIFIED: Thank you.
24
              THE COURT: All right, thank you.
              UNIDENTIFIED: -- Your Honor.
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1	UNIDENTIFIED: Thank you. Have a good day.		
2	MR. WORKS: See you, bye bye.		
3	THE COURT: You, as well.		
4	(Proceedings concluded at 9:35 a.m.)		
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12			
13			
14	CERTIFICATION		
15			
16	I, Alicia Jarrett, court-approved transcriber, hereby		
17	certify that the foregoing is a correct transcript from the		
18	official electronic sound recording of the proceedings in the		
19	above-entitled matter.		
20			
21			
22	alicie I famett		
23	Good S. Janey		
24	ALICIA JARRETT, AAERT NO. 428 DATE: April 1, 2022		